

Quick Guide: Distillery

A class A manufacturer's license is required to operate a distillery. The license permits the manufacturer to operate a facility to distill spirits that can be sold to:

- Another alcoholic beverage licensee;
- An alcoholic beverage licensed dealer; or
- A consumer.

A distillery is permitted to sell and deliver spirits distilled at the distillery for offpremises consumption between the hours of 7 a.m. and midnight, Monday through Sunday.

Permits are available to a distillery that allow for the on-site consumption of spirits at the distillery and to provide samples of spirits to customers at no cost.

ON-SITE SALES AND CONSUMPTION PERMITS

A distillery can apply for an on-site sales and consumption permit. The permit allows the manufacturer to use a portion of the licensed premises to sell, serve and allow customers to consume spirits produced by the distillery during the following hours:

• 1 p.m. and 9 p.m., Monday through Sunday (seven days a week).

The permit also allows a distillery to add additional spirits to a beverage; however, the beverage must primarily contain spirits distilled by the distillery. Any additional spirits that are added to beverages must be purchased from a wholesaler or manufacturer licensed in the District.

TASTING PERMITS

A distillery must obtain a tasting permit in order to provide samples of spirits to customers at no cost. A tasting permit allows the distillery to utilize a portion of the licensed premises for the sampling of spirits from:

1 p.m. to 9 p.m., Monday through Sunday (seven days a week).

If a distillery has an on-site sales and consumption permit, the distillery is still

required to obtain a tasting permit to provide samples of spirits to customers at no cost.

SIDEWALK CAFÉ/SUMMER GARDEN ENDORSEMENTS

A distillery can apply for a sidewalk café or summer garden endorsement if the manufacturer also holds an on-site sales and consumption permit. The endorsements allow a distillery to sell, serve and allow the consumption of alcoholic beverages on outdoor space. A sidewalk café endorsement would be issued for outdoor public space. A summer garden endorsement would be issued for outdoor private space.

A distillery is permitted to conduct business on a sidewalk café or summer garden from 1-9 p.m., seven days a week.

FEES

Fees are as following:

- Annual licensing fee for a distillery is \$6,000.
- Annual fee for an on-site sales and consumption permit is \$1,000.
- The annual fee for a tasting permit is \$130.
- The annual fee for a sidewalk café or summer garden endorsement is \$75.

POSTING NOTICES

An alcoholic beverage license must be framed under glass and made visible to the public. A licensee must post on the front window or front door of the licensed premises:

- Correct name(s) of the licensee(s); and
- Class and number of the license in plain and legible lettering not less than 1 inch or more than 1.25 inches in height.

The following sign must be posted on the licensed premises and made visible to the public. The sign may not be covered or obscured.



OWNER, MANAGER REQUIREMENTS

An owner or ABC manager must be on the premises at all times when alcoholic beverages are sold and consumed. A manager must obtain and carry a manager's license upon his or her person. Upon request, a manager's license must be shown to any:

- ABRA investigator; and
- Metropolitan Police Department (MPD) officer.

BARTENDERS AND SERVERS

Bartenders must be at least 21 years of age and servers must be at least 18 years of age.

BACK-UP DRINKS

If a customer has a partially consumed alcoholic beverage in front of them, another alcoholic beverage—or back-up drink—should not be served.

ADVERTISEMENTS

Alcoholic beverage advertisements can only be displayed in the window of a licensed establishment if the total area covered by the advertisements does not exceed 25 percent of the window space. Advertisements may only be posted on the interior of a window. Advertisements cannot be posted on the following:

Exterior of any window;

- · Exterior of any door; or
- Interior of any door.

Illuminated signs advertising alcoholic beverages during approved hours of sale are permitted; however, signs cannot contain intermittent flashes of light.

Advertisements relating to the prices of alcoholic beverages may be displayed in an establishment's window as long as the total area does not exceed 25 percent of window space.

BOARD APPROVAL

Board approval is required for the following:

- Transfer of licenses;
- Change of corporate officer(s) or corporate structure;
- Trade name;
- Hours of operation or service for premises;
- Increase use of space;
- Storage facility; and
- Substantial change to an establishment.

COMPLIANCE CHECKS

The law prohibits the sale of alcoholic beverages to individuals under the age of 21. In order to enforce this law, ABRA conducts compliance checks using underage individuals as decoys.

ABRA and the Metropolitan Police Department also have the right to check the IDs of customers both before and after purchases are made at an establishment.

Therefore, licensees and their staff must take reasonable steps to prevent the sale of alcoholic beverages to underage individuals.

REGULATORY INSPECTIONS

A regulatory inspection is generally conducted a minimum of three times per year at each licensed establishment to ensure that a licensee is compliant with alcoholic beverage laws. A regulatory inspection may be conducted at any time

during an establishment's hours of operation. If a licensed establishment is open, ABRA investigators must be allowed entry and provided with all requested information. Failure to comply may result in the revocation or suspension of a license.

COMMON VIOLATIONS

- Sale to minors;
- Failure to post warning sign and other required notices;
- Failure to post and carry license(s) on premises;
- Failure to maintain or store invoices and required records on the licensed premises;
- No ABC manager on duty;
- Operating after Board-approved hours;
- Transfer of ownership without Board approval;
- Violation of a Board order;
- Trade name change without Board approval; and
- Permitting a patron to leave the licensed premises with an open container of an alcoholic beverage.

CONTACT ABRA

For more information, visit <u>ABRA.DC.Gov</u> or contact ABRA at 202-442-4423 or ABRA@DC.Gov.